

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

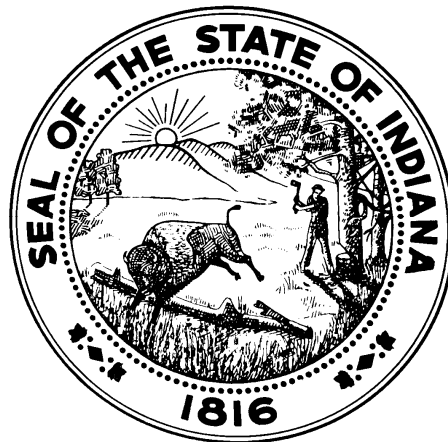
EXAMINATION REPORT

OF

ADAMS COUNTY

ADAMS COUNTY, INDIANA

January 1, 2007 to December 31, 2007



FILED

07/22/2008

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	William A. Borne	01-01-05 to 12-31-08
Treasurer	Rex M. Moore	01-01-06 to 12-31-09
Clerk	Nanette S. Nidlinger Gayla M. Reinhart	01-01-04 to 12-31-07 01-01-08 to 12-31-10
Sheriff	Charles E. Padgett, Jr.	01-01-07 to 12-31-10
Recorder	Constance J. Moser	01-01-05 to 12-31-08
President of the Board of County Commissioners	Douglas L. Bauman	01-01-07 to 12-31-08
President of the County Council	Matthew S. Lehman	01-01-07 to 12-31-08



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
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INDIANAPOLIS, INDIANA 46204-2769

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF ADAMS COUNTY, INDIANA

We have examined the financial information presented herein of Adams County (County), for the period of January 1, 2007 to December 31, 2007. The County's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the County for the year ended December 31, 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Capital Assets, as listed in the Table of Contents, is presented for additional analysis and is not a required part of the basic financial information. It has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

June 3, 2008

ADAMS COUNTY
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2007

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 5,711,174	\$ 9,477,000	\$ 9,329,964	\$ 5,858,210
Victim Crime Assistance	12,425	16,279	23,309	5,395
County Sales Disclosure	18,399	3,780	-	22,179
Transportation Feasibility Study	-	10,100	10,100	-
Surveyor's Corner Perpetuation	19,890	6,310	6,960	19,240
Property Reassessment 2007	373,046	76,392	46,782	402,656
Recorder's Records Perpetuation	19,260	37,490	45,940	10,810
Identification Protection	11,024	11,494	13,720	8,798
Clerk's Records Perpetuation	12,267	6,496	-	18,763
Sheriff Retirement	3,172	8,641	-	11,813
Urinalysis Fee	24,624	2,610	-	27,234
Supplemental Juvenile Probation Services	16,634	50	-	16,684
Supplemental Adult Probation Services	98,409	50,731	14,504	134,636
House Arrest	14,765	18,053	32,818	-
Probation Administrative Fee	33,709	20,826	47,808	6,727
Pretrial Diversion	1,495	5,240	-	6,735
Extradition	-	25,800	-	25,800
Community Corrections - Home Detention	-	17,929	-	17,929
Supplemental Public Defender Services	45,401	15,535	-	60,936
County Child Advocacy	-	100	-	100
Guardian Ad Litem	1,089	-	-	1,089
Special Advocate	256	-	-	256
Covered Bridge	7,532	1,850	-	9,382
County Highway	1,104,657	2,594,138	2,330,429	1,368,366
Local Road and Street	112,744	313,922	258,979	167,687
Covered Bridge / Trail Feasibility Study	-	46,200	46,200	-
County Health	123,991	245,653	255,011	114,633
Tobacco Grant	54,125	21,436	16,188	59,373
Public Health Maintenance	6,996	52,270	52,270	6,996
Health Maintenance	89,645	41,531	31,413	99,763
Children's Psychiatric	308,475	23,844	83,999	248,320
Family and Children	1,654,555	477,725	1,613,289	518,991
Prosecutor IV-D No. 2	51,267	-	11,684	39,583
Drainage Maintenance	662,826	263,228	339,991	586,063
Accident Report	666	1,086	1,446	306
Firearms Training	5,179	7,920	2,660	10,439
County Drug Free Community	29,213	20,391	21,594	28,010
Special Drug Detection	120	-	-	120
Co Law Enforcement Continuing Education	138	126	80	184
Clerk IV-D No. 2	26,840	-	603	26,237
Emergency Response Services	641,543	487,855	469,304	660,094
Emergency Planning and Right to Know	35,278	7,077	9,686	32,669
Hazard Mitigation	1,215	-	1,215	-
Grant Miscellaneous	1,500	1,000	2,285	215
Homeland Security	-	52,739	52,739	-
Park and Recreation	75,905	147,581	137,841	85,645
Park Nonreverting Operating	69,250	67,016	87,533	48,733
Park and Recreation Nonreverting Operating	768	-	-	768
Airport Feasibility Study	247	-	-	247
Jury Fee	1,512	4,252	4,594	1,170
Disaster Public Assistance	356	1,229	240	1,345
County Corrections (Misdemeanant)	31,431	23,590	7,651	47,370
Adams County Drug Enforcement	11,920	100	3,500	8,520
Golden Meadows Special Needs	10,817	4,368	3,996	11,189
St. Mary's River Basin	585	-	-	585
Deferral Fee	5,097	20,130	14,493	10,734

The accompanying notes are an integral part of the financial information.

ADAMS COUNTY
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2007
(Continued)

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds (continued):				
County Home Commissary	136	2,354	1,774	716
Sheriff's Commissary	12,457	62,548	74,959	46
Cumulative Bridge	1,489,880	916,779	1,229,780	1,176,879
General Drain Improvement	526,089	67,041	31,443	561,687
Cumulative Capital Development	1,410,334	442,248	422,354	1,430,228
Cumulative Courthouse Buildings	180,035	58,150	1,649	236,536
Economic Development Income Tax	244,994	717,107	731,680	230,421
Cumulative Jail	581,473	274,588	-	856,061
Proprietary Funds:				
Health Insurance	1,033,311	1,790,017	1,717,357	1,105,971
Workman's Compensation	-	139,449	68,403	71,046
Fiduciary Funds:				
Sheriff Pension	2,458,434	502,472	129,078	2,831,828
Victim Assistance Donations	5,755	-	5,755	-
Highway Donations	678	-	485	193
Health Donations	44,580	6,247	2,339	48,488
Congressional School Principal	18,513	-	-	18,513
Dog Donations	35	20	-	55
DARE Donations	1,839	500	944	1,395
Probation Interstate Compact	75	900	975	-
Education Plate Fee	-	2,850	2,850	-
Medical Assistance to Wards	-	29,028	29,028	-
Children With Special Health Needs	-	45,835	45,835	-
Hospital Care of the Indigent	-	249,037	249,037	-
Welfare Trust	400	636	1,026	10
Surplus Tax	45,905	67,628	70,763	42,770
Tax Sale Redemption	70	14,085	14,085	70
Surplus Tax Sale	74,213	6,151	68,723	11,641
State Sales Disclosure Fee	295	3,780	3,640	435
Coroner's Training and Continuing Education	31	1,848	1,791	88
City and Town Court Costs	4,230	8,205	8,171	4,264
Congressional School Interest	15,938	1,406	741	16,603
Inheritance Tax	182,274	768,726	752,576	198,424
Improvement Location Permit Money	-	700	700	-
Law Enforcement Deputy 1	3,275	-	-	3,275
Law Enforcement Training	12,409	5,991	5,391	13,009
Mortgage Fees	400	4,445	4,502	343
Infraction Judgments	4,174	80,386	76,241	8,319
Special Death Benefit	120	1,745	1,825	40
Overweight Vehicle Fines	-	89	89	-
State Fines and Forfeitures	97	610	707	-
Homestead Credit Rebate	-	1,237,023	-	1,237,023
Tax Distributions	57,354	35,894,170	35,897,024	54,500
Payroll Withholdings	11	2,351,371	2,351,371	11
Work Release	-	81,823	76,354	5,469
County Sheriff	625	821,926	816,866	5,685
Sheriff's Inmate Trust	8,648	93,304	93,029	8,923
Clerk of the Circuit Court	251,637	3,104,535	3,132,034	224,138
County Recorder	50	140,692	129,583	11,159
County Treasurer	297,398	51,318,628	51,287,013	329,013
Probation Department	50	81,115	81,115	50
County Home Resident's Trust	15,792	260,534	253,812	22,514
Totals	<u>\$ 20,527,446</u>	<u>\$ 116,397,835</u>	<u>\$ 115,307,715</u>	<u>\$ 21,617,566</u>

The accompanying notes are an integral part of the financial information.

ADAMS COUNTY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The County was established under the laws of the State of Indiana. The County provides the following services: public safety, highways and streets, health, welfare and social services, culture and recreation, public improvements, planning and zoning and general administrative services.

Note 2. Fund Accounting

The County uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied or highway use taxes are received are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the County in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the County on or prior to December 31 of the year collected.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the County to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

ADAMS COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 6. Pension Plans

Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF.

B. County Police Retirement Plan

Plan Description

The County contributes to the County Police Retirement Plan, which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute.

ADAMS COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

C. County Police Benefit Plan

Plan Description

The County contributes to the County Police Benefit Plan which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute.

ADAMS COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

December 31, 2007

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 84,567
Infrastructure	58,871,986
Buildings	7,165,351
Improvements other than buildings	531,710
Machinery and equipment	5,507,097
Construction in progress	<u>35,460</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 72,196,171</u>

ADAMS COUNTY
OTHER REPORT

The report presented herein was prepared in addition to the official report prepared for the County Sheriff.

ADAMS COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 3, 2008, with William A. Borne, Auditor; and Douglas L. Bauman, President of the Board of County Commissioners.